

GOVERNEMENT OF ANDHRA PRADESH

ABSTRACT

Water Resources Department- Restoration of Mobilization Advance Provision as prevailing before the cancellation of Mobilization Advance Provision vide G.O. Ms. No. 83, Water Resources (Reforms) Department, Dt. 17-12-2019 in all Government Organizations- Orders-Issued.

..... WATER RESOURCE (REFORMS) DEPARTMENT

G.O.MS.No. 57

Dated: 27-11-2024

Read the following:

1. Sub Para 197 of AP PWD Code.
2. G.O. Ms. No. 94, Irrigation and CAD (PW-COD) Department, Dt. 01.07.2003.
3. Govt. Memo No. 10327 / F3 (2) / 05-3, Irrigation and CAD Department, Dt. 08.12.2005.
4. Govt. Memo No. 16848 / Ser. VII (V&E-I) / 2006-2, Irrigation and CAD (IW) Department, Dt. 14.11.2006.
5. Circular No. 4CC-1-CTE-2, Dt. 10.04.2007 of Central Vigilance Commission, Government of India.
6. Govt. Memo. No. 4607 / Reforms / A-1 / 2009-1, I&CAD (PW: Reforms) Department, Dt. 4.8.2009.
7. Govt. Memo No. 12907 / Reforms / A1 / 2014, Water Resources (Reforms) Department, Dt. 12.11.2016.
8. G.O.Ms. No. 83, Water Resources (Reforms) Department, Dt. 17.12.2019.
9. Govt. Memo No. ICD01-COOR0MISC/75/Reforms/2019 (1038786), Dt. 21.10.2024.
10. From the Engineer-in-Chief (AW/IW) (FAC), Water Resources Department, letter No.ENC/IW/SE (P&M)/EE.I/DEE 2/AEE-III/ 7th BoCEs-2024/1969/agenda-1, Dt. 29.10.2024.

ORDER:

In the sub para 1st read above, advances/ exceptions to the contractors to maintain the system are mentioned.

2. In the G.O. 2nd read above, Government have issued comprehensive orders regarding Tender procedures and Registration of contractors Rules. Under the Para-17 of Annexure-I to the said G.O., the clause regarding Mobilisation Advance is extracted below:

“The Contractors for works exceeding more than Rs.1.00 Crore of estimated cost value are permitted to avail the facility of mobilization advance upto 10% of the value of the contract against an unconditional and irrevocable bank guarantee. The advance will attract a suitable rate of interest (as per Government borrowing rate) and be deducted in suitable installments from the bills of the contractors”.

3. Subsequently, certain instructions / guidelines / clarifications were issued in Govt. Memos 3rd to 4th and 6th to 7th read above.

4. In the Circular 5th read above, the Central Vigilance Commission, Government of India, have issued certain guidelines regarding the provision of Mobilisation Advance.

5. In the Government Orders 8th read above, the Government have issued orders for dispensing with the clause of Mobilisation Advance in future works/ tenders of all State Government Departments/ Organisations from the date of issue of orders; to continue with relevant agreement clause on mobilization

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advance, in respect of all existing contracts as on the date of issue of above orders to avoid contractual litigations; In respect of EAP works and works taken up under World

Bank assistance, the clauses regarding mobilization advance as per their Standard Bid conditions may be permitted, if they are mandatory.

6. In the letter 10th read above, the Engineer-in-Chief (AW/IW) and the Chairman of BoCEs, Water Resources Department, Vijayawada, have submitted minutes containing the recommendations of Board of Chief Engineers (BoCEs) held on 25.10.2024 in which they have recommended the Government.

‘to restore the Mobilization Advance provision as prevailing before the cancellation of the Mobilization Advance provision vide G.O. Ms. No. 83, Dt. 17.12.2019 of Water Resources (Reforms) Department, GoAP’.

7. Government after careful examination of the matter and as recommended by the Board of Chief Engineers, hereby issues the orders for **‘Restoring Mobilization Advance Provision as prevailing before the cancellation of Mobilization Advance Provision vide G.O. Ms. No. 83, Water Resources (Reforms) Department, Dt. 17-12-2019 in all Government Organizations’ with the following conditions:**

- i. Availing unconditional Bank Guarantee that is to be valid till the recovery of the entire Mobilization Advance (MA) from the contractor/agency.
- ii. A time frame for encashing the BG may also be put, if the contract/agency do not initiate the work without valid reasons.
- iii. A specific rate of interest to be charged on the pending MA - at the prevailing rate of one year MCLR of State Bank of India. (Currently the rate is at 9% w.e.f. 15th November 2024).

8. This orders issues with the concurrence of Finance (FMU-WR-I) Department vide their U.O. No. FIN01-FMU0PC (WR1)/10/2019-FMU-WR-I, Computer No. 1051176 , dt. 15.11.2024.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

**G. SAI PRASAD
SPL. CHIEF SECRETARY TO GOVERNMENT**

To

All the Secretariat Departments.

The Engineer-in-Chief (Irrigation), Water Resources Department.

The Engineer-in-Chief (AW/IW) & Chairman of BoCEs, W.R. Department.

All the Concerned Engineer-in-Chiefs/ Chief Engineers through

Engineer-in-Chief (Admn.), Water Resources Department.

The Director of Works Accounts, Mangalagiri, Guntur Dist.

The CEO, APCFSS, Mangalagiri, Guntur District.

The Prl. Accountant General, Andhra Pradesh,

The Pay and Accounts Officer, A.P., Mangalagiri.

Copy to:

The P.S. to Prl. Secretary to Hon'ble C.M, Govt. of A.P., A.P. Secretariat.

The P.S. to the Hon'ble Minister for Water Resources Department.

The P.S to Chief secretary to Government, A.P.

The P.S. the Spl. C.S. to Government, Water Resources Department.

The G.A (Cabinet-I) Department , A.P. Secretariat. (w.r.t. U.O.Note No. ICD01-COOR0MISC/75/2019-Reforms (1038786), dt.20.11.2024)

SF/SC.

// FORWARDED :: BY ORDER //

SECTION OFFICER